



July 28, 2015

Ms. Ryan Hostetter
Department of Planning and Building
County of San Luis Obispo
976 Osos Street, Room 300
San Luis Obispo, CA 93408-2040

Re: Phillips 66 Santa Maria Refinery Rail Project EIR–Contingency Request #6-Additional EIR
Items and Meetings and Hearings

Dear Ryan:

MRS is submitting this contingency request to the County to cover additional costs for a number of items for the Phillips Rail Spur Project EIR. The three items covered by the contingency request include:

1. Additional Biological Peer Review,
2. Additional Health Risk Assessment with the new HARP2 Model, and
3. Meetings and Hearings.

A. Scope of Work

The scope of work associated with each one of the items listed above is discussed below.

Additional Biological Peer Review

Arcadis, the Phillips 66 biological consultant, has informed the County that they will be submitting additional biological resource information, which includes more botanical field surveys of the project site and the buffer area east of the existing refinery facilities. The County has determined that a peer review will need to be conducted of this additional information and that field work will be needed to verify the data. Ms. Lauren Brown, with Leidos, will conduct the peer review. The peer review will include field work to verify the data collected by Arcadis and a review of their supplemental information. Ms. Brown will prepare an updated peer review report that details her findings regarding this supplemental information. Both of these reports will be included in the FEIR as appendices. Based upon the results of this peer review the FEIR sections will be updated as needed. Ms. Brown will work closely with MRS and SWCA staff in conducting the peer review.

Additional Health Risk Assessment with the new HARP2 Model

MRS has been working with the SLOCAPCD in developing a modeling protocol for conducting the updated Health Risk Assessment (HRA) for the Rail Spur Project using the most recent OEHHA guidance and the HARP2 model. SLOCAPCD has provided the most recent local meteorological data in AERMOD format (AERMOD format is needed for the HARP2 model), so it can be used in the updated HRA modeling. Once a final modeling protocol has been developed between MRS and

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SLOCAPCD, the final HARP2 modeling runs will be conducted for the proposed project, both with and without mitigation as well as for the alternatives. The air quality section of the FEIR will be updated to include the Final HRA results from the HARP2 model.

Meeting and Hearing

This change order also included additional time for meeting and hearings. Additional meeting time is needed to work with SLOCAPCD on the modeling protocol and to assist planning staff with various aspects of the project.

Given the complexity of the project and the public interest, it is expected that multiple Planning Commission and Board of Supervisors hearing will be needed for public comment to discuss the project and Final EIR. For budgeting purposes it has been assumed that six Planning Commission and three Board of Supervisors hearings would be required. Time has also been included in the budget to cover preparing for the various hearings.

B. Cost

The additional cost for the items discussed above is \$126,318.00. The breakdown of these costs by task is provided in Table 1.

Table 1 Cost for Additional Tasks

Key Staff	Rate (\$/hr)	Additional Biology Peer Review		Additional Health Risk Assessment		Meetings		Hearings		Total	
		Hours	Cost	Hours	Cost	Hours	Cost	Hours	Cost	Hours	Cost
John Peirson	\$220.00	2	\$ 440	8	\$ 1,760	48	\$ 10,560	72	\$ 15,840	130	\$ 28,600
Steve Radis	\$200.00	0	\$ -	32	\$ 6,400	24	\$ 4,800	72	\$ 14,400	128	\$ 25,600
Greg Chittick	\$180.00	0	\$ -	96	\$ 17,280	24	\$ 4,320	72	\$ 12,960	192	\$ 34,560
Lauren Brown	\$115.50	36	\$ 4,158	0	\$ -	8	\$ 924	24	\$ 2,772	68	\$ 7,854
Jon Caxton	\$139.70	8	\$ 1,118	0	\$ -	8	\$ 1,118	24	\$ 3,353	40	\$ 5,588
Joe Fernandez	\$148.50	0	\$ -	0	\$ -	0	\$ -	24	\$ 3,564	24	\$ 3,564
Perry Russell	\$159.50	0	\$ -	0	\$ -	0	\$ -	24	\$ 3,828	24	\$ 3,828
Robert Carr	\$150.00	0		0		0	\$ -	36	\$ 5,400	36	\$ 5,400
Shawna Scott	\$139.70	0		0		0	\$ -	36	\$ 5,029	36	\$ 5,029
Emily Creel	\$102.30	0		0		0	\$ -	24	\$ 2,455	24	\$ 2,455
Brittney Stevens	\$120.00	0	\$ -	0	\$ -	0	\$ -	32	\$ 3,840	32	\$ 3,840
Total		46	5,716	136	25,440	112	21,722	440	73,441	734	126,318

ATTACHMENT 2

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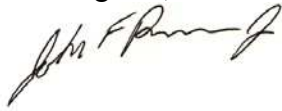
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If you have any questions about this contingency request, please do not hesitate to call me at 805.289.3923.

Best Regards,

A handwritten signature in black ink, appearing to read "John F. Peirson, Jr.", written in a cursive style.

John F. Peirson, Jr.
Principal